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HAWAII LABOR RELATIONS BOARD

Attorneys for Director of Labor and Industrial Relations

STATE OF HAWAII

HAWAII LABOR RELATIONS BOARD

In the Matter of) CASE NO. OSH 2008-8
) (Inspection No. 310393749)
DIRECTOR, DEPARTMENT OF LABOR)
AND INDUSTRIAL RELATIONS,) STIPULATION AND SETTLEMENT
,) AGREEMENT; EXHIBIT A; APPROVAL
Complainant,) AND ORDER
)
VS.)
)
HAWAIIAN ELECTRIC COMPANY,)
INC.,)
)
Respondent.	, ,
- :	,)

STIPULATION AND SETTLEMENT AGREEMENT

Complainant Director of Labor and Industrial Relations ("Director") and Respondent HAWAIIAN ELECTRIC COMPANY, INC. ("Respondent"), having reached a full and complete settlement of the above-captioned contested case presently pending before the Hawaii Labor Relations Board ("Board"), stipulate and agree as follows:

On or about November 26, 2007, the Director, by and through the State of Hawaii's Occupational Safety and Health Division ("HIOSH"), initiated a referral investigation

of the Respondent's workplace located at the corner of Hawaii Kai Drive and Kawaihae Street, Honolulu, Hawaii, 96825.

As a consequence of said investigation, the Director, through HIOSH, issued a Citation and Notification of Penalty on June 13, 2008 ("Citation") to Respondent alleging violations of the Hawaii Occupational Safety and Health Standards and assessed an aggregate penalty of \$4,500.00. *See* Exhibit A.

Respondent timely contested the Citation.

THEREFORE, to avoid the expense of litigation and to compromise and settle the above-captioned case the parties, by and through their respective representatives, stipulate and agree as follows:

- 1. The Board has jurisdiction over this contested case pursuant to section 396-11, Hawaii Revised Statutes ("HRS").
- 2. At all relevant times, Respondent maintained a worksite at the corner of Hawaii Kai Drive and Kawaihae Street, Honolulu, Hawaii, 96825.
- 3 At all relevant times, Respondent was an employer, as defined in HRS § 396-3, and employed employees, as defined in HRS § 396-3, and was therefore subject to the requirements of HRS chapter 396, the Hawaii Occupational Safety and Health Law.
 - 4. The Citation is amended as follows:
- a. Citation 1, item 1a, alleging a serious violation of section 12-60-2(b)(4)(C) of the Hawaii Revised Statutes ("HAR") is withdrawn.
- b. Citation 1, item 1b, alleging a serious violation of 29 CFR 1910.269(1)(2)(i) [chapter 12-105, HAR] shall remain.
- 5. The original proposed penalty of \$4,500 shall remain and shall be paid in full to the Director of Budget and Finance within twenty (20) days of the execution of this Agreement by the Director.
- 6. Respondent agrees that it has abated each violation listed in the Citation in compliance with the abatement requirements under Hawaii Administrative Rule

§ 12-51-22. Respondent has instituted or performed each of the following:

- a. Respondent arranged with the Northwest Lineman College to prepare two training programs. One is a "Rubber Glove Refresher" that all of Respondent's Construction and Maintenance Division ("C&M") crew leaders have completed, and all of Respondent's C&M linemen and apprentices will take this course. The second is a "Crew Leadership" course intended to enhance crew leaders' leadership abilities.
- b. C&M created a new position, the Work Environment Specialist, a primary role/function of whom is to promote worker safety. Respondent also created the "We Improve Now" program which encourages worker to report unsafe conditions, occurrences and flawed work practices to the Work Environment Specialist.
- c. Respondent acquired a new tool that permits workers to thread nuts onto bolts without taking off their protective gloves, and acquired an improved disconnect switch that is lighter and consists of two separate components.
- 7. Respondent will continue to employ the measures enumerated in paragraph 6 above after the instant Agreement is approved and filed.
- 8. Except for the stipulated amendment described above, the Citation is confirmed in all other respects and upon approval by the Board this Agreement and the Citation, as amended, shall become a final order of the Director.
- 9. Respondent shall post a copy of this Agreement and Order in a prominent place at or near the location of the posting of the Citation, and the Agreement and Order shall remain posted for three working days (excluding weekends and State holidays).
- 10. Respondent shall continue to comply with HRS chapter 396, the Hawaii Occupational Safety and Health Law, and the related rules.
- 11. Nothing in this Agreement shall bar the Director from taking any action regarding future acts or practices by Respondent which may be alleged to violate HRS chapter 396, the Hawaii Occupational Safety and Health Law, or the related rules.
 - 12. Upon approval of this Agreement and payment by Respondent of the

amount specified in paragraph 5 above, all proceedings before the Board shall be dismissed.

DATED: Honolulu, Hawaii, _January 6, 2009

APPROVED AS TO FORM:

Hawaiian Electric Company, Inc.

Steven J. Oppenheimer

Attorney for Respondent

Its Mar - Salety . Security - Frailies

Its Manager - Construction & maintenance

HECO

APPROVED AS TO FORM:

DIRECTOR OF LABOR AND INDUSTRIAL RELATIONS

Herbert B.K. Lau

Deputy Attorney General

Attorney for Director of Labor and Industrial Relations, State of Hawaii

DARWIN L.D. CHING

APPROVED AND SO ORDERED BY HAWAII ABORRELATIONS BOARD:

ORDER NO. 304

DATED: January 6, 2009

JAMES B. NICHOLSON, Chair

EHORY J. SPEWER

EMORY J. SPRINGER, Member

SARAH R. HIRAKAMI, Member

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Department of Labor and Industrial Relations HAWAII OCCUPATIONAL SAFETY AND HEALTH DIVISION 830 PUNCHBOWL STREET, ROOM 425

HONOLULU, HI 96813

Phone: (808)586-9110

FAX: (808)586-9104

Certified Number: 7005 1820 0003 3812 4321



Citation and Notification of Penalty

To:

Hawaiian Electric Company Inc

and its successors PO Box 2750

Honolulu, HI 96840-0001

Inspection Site: Hawaii Kai Dr & Kawaihae St Honolulu, HI 96825

310393749 **Inspection Number:** (Conrov

Dang)

Inspection Date(s):

11/26/2007- 04/21/2008

Issuance Date: OSHCO ID:

06/13/2008 R1844

Optional Report No.: 01408 **Inspection Type:**

Referral

Scope of Inspection:

Comprehensive Inspection

The violation(s) described in this Citation and Notification of Penalty is (are) alleged to have occurred on or about the day(s) the inspection was made unless otherwise indicated within the description given below.

This Citation and Notification of Penalty describes violations of the Hawaii Occupational Safety and Health Law. The penalty(ies) listed herein is (are) based on these violations. You must abate the violations referred to in this Citation by the dates listed and pay the penalties, unless within 20 calendar days from your receipt of this Citation and Notification of Penalty, you mail a notice of contest to the State of Hawaii Occupational Safety and Health Division (HIOSH) at the address shown above. Please refer to the enclosed booklet (Employer Rights and Responsibilities Following a HIOSH Inspection) which outlines your rights and responsibilities and which should be read in conjunction with this form. Issuance of this Citation does not constitute a finding that a violation of the Law has occurred unless there is a failure to contest as provided for in the Law or, if contested, unless this Citation is affirmed by the Hawaii Labor Relations Board (HLRB) or a court.

Posting - The law requires that a copy of this Citation and Notification of Penalty be posted immediately in a prominent place at or near the location of the violation(s) cited herein, or, if it is not practicable because of the nature of the employer's operations, where it will be readily observable by all affected employees. This Citation must remain posted until the violation(s) cited herein has (have) been abated, or for 3 working days (excluding weekends and State holidays), whichever is longer. The penalty dollar amounts need not be posted and may be marked out or covered up prior to posting.

FXHIBIT

Informal Conference - An informal conference is not required. However, if you wish to have such a conference you may request one with the Administrator during the 20 calendar day contest period. During such an informal conference, you may present any evidence or views which you believe would support an adjustment to the citation(s) and/or penalty(ies).

If you are considering a request for an informal conference to discuss any issues related to this Citation and Notification of Penalty, you must take care to schedule it early enough to allow time to contest after the informal conference, should you decide to do so. Please keep in mind that a written letter of intent to contest must be submitted to the Administrator within 20 calendar days of your receipt of this Citation. The running of this contest period is not interrupted by an informal conference.

If you decide to request an informal conference, please complete, remove and post the page 5, Notice to Employees, next to this Citation and Notification of Penalty as soon as the time, date, and place of the informal conference have been determined. Be sure to bring to the conference any and all supporting documentation of existing conditions as well as any abatement steps taken thus far. If conditions warrant, we can enter into an informal settlement agreement which amicably resolves this matter without litigation or contest.

Employers' Right to Contest - You have the right to contest this Citation and Notification of Penalty. You may contest all citation items or only individual items. You may also contest penalties and/or abatement dates without contesting the underlying violations. <u>Unless you inform the Administrator in writing that you intend to contest the citation(s) and/or penalty(ies) within 20 calendar days after receipt, the citation(s) and the penalty(ies) will become a final order of the Department of Labor and Industrial Relations and may not be reviewed by any court or agency. Once a letter of contest is received, it becomes the jurisdiction of the HLRB.</u>

Penalty Payment - Penalties are due within 20 calendar days of receipt of this notification unless contested. Make your check or money order payable to "Director of Budget and Finance." Please indicate the Inspection Number on the remittance.

HIOSH does not agree to any restrictions or conditions or endorsements put on any check or money order for less than the full amount due, and will cash the check or money order as if these restrictions, conditions, or endorsements do not exist.

Notification of Corrective Action - For each violations which you do not contest, you are required by Section 12-51-22 to submit an Abatement Certification to HIOSH. The certification <u>must</u> be sent by you within <u>5 calendar days</u> of the abatement date indicated on the citation. For Willful and Repeat violations, documents (examples: photos, copies of receipts, training records, etc.) demonstrating that abatement is complete must accompany the certification. Where the citation is classified as Serious and the citation states that abatement documentation is required, documents such as those described above are required to be submitted along with the abatement certificate. If the citation indicates that the violation was corrected during the inspection, no abatement certification is required for that item.

All abatement verification documents must contain the following information: 1) Your name and address; 2) the inspection number (found on the front page); 3) the citation and citation item number(s) to which the submission relates; 4) a statement that the information is accurate; 5) the signature of the employer or employer's authorized representative; 6) the date the hazard was corrected; 7) a brief statement of how the hazard was corrected; and 8) a statement that affected employees and their representatives have been informed of the abatement.

The law also requires a copy of all abatement verification documents, required by Section 12-55-22 to be sent to HIOSH, also be posted at the location where the violation appeared and the corrective action took place.

Employer Discrimination Unlawful - The law prohibits discrimination by an employer against an employee for filing a complaint or for exercising any rights under this Act. An employee who believes that he/she has been discriminated against may file a complaint no later than 60 days after the discrimination occurred with the Hawaii Occupational Safety and Health Division at the address shown above.

Employer Rights and Responsibilities - The enclosed booklet (Employer Rights and Responsibilities Following a HIOSH Inspection) outlines additional employer rights and responsibilities and should be read in conjunction with this notification.

Employees' Right to Contest - The law gives an employee or his/her representative the opportunity to object to any abatement date set for a violation if he/she believes the date to be unreasonable. The contest must be mailed to the Hawaii Occupational Safety and Health Division at the address shown above and postmarked within 20 calendar days of the receipt by the employer of this Citation and Notification of Penalty.

Inspection Activity Data - You should be aware that OSHA publishes information on inspection and citation activity on the Internet under the provisions of the Electronic Freedom of Information Act. The information related to your inspection will be available 30 calendar days after the Citation Issuance Date. You are encouraged to review the information concerning your establishment at WWW.OSHA.GOV. If you have any dispute with the accuracy of the information displayed, please contact this ofice.

ABATEMENT CERTIFICATION

DARWIN L.D. CHING, DIRECTOR
DEPARTMENT OF LABOR AND INDUSTRIAL RELATIONS
HAWAII OCCUPATIONAL SAFETY AND HEALTH DIVISION
830 PUNCHBOWL STREET, ROOM 425
HONOLULU, HI 96813

Hawaiian Electric Company Inc PO Box 2750 Honolulu, HI 96840-0001 The hazard referenced in Inspection Number ______ for the violation identified as Citation _____ and Item _____ was corrected on _____.

How corrected: ______ The hazard referenced in Inspection Number _____ for the violation identified as Citation _____ and Item _____ was corrected on _____. How corrected: The hazard referenced in Inspection Number _____ for the violation identified as Citation _____ and Item _____ was corrected on _____. How corrected: The hazard referenced in Inspection Number _____ for the violation identified as Citation _____ and Item _____ was corrected on _____. How corrected: The hazard referenced in Inspection Number _____ for the violation identified as Citation _____ and Item _____ was corrected on _____. How corrected: I attest that the information contained in this document is accurate and that the affected employees and their representatives have been informed of the abatement activities described in this certification. Signature Typed or Printed Name

Department of Labor and Industrial Relations Hawaii Occupational Safety and Health Division



NOTICE TO EMPLOYEES OF INFORMAL CONFERENCE

An informal conference has been scheduled	with HIOSH to discuss the citation(s) issued on
06/13/2008. The conference will be held at t	the HIOSH office located at 830 PUNCHBOWL
STREET, ROOM 425, HONOLULU, HI,	96813 on at
Employees and/or representatives of employee	es have a right to attend an informal conference.

Department of Labor and Industrial Relations Hawaii Occupational Safety And Health Division Inspection Number: 310393749

Inspection Dates: 11/26/2007-04/21/2008

Issuance Date:

06/13/2008



Citation and Notification of Penalty

Company Name:

Hawaiian Electric Company Inc

Inspection Site:

Hawaii Kai Dr & Kawaihae St, Honolulu, HI 96825

The alleged violations below (1a & 1b) have been grouped because they involve similar or related hazards that may increase the potential for injury or illness.

Citation 1 Item 1a Type of Violation: Serious

HAR §12-60-2(b)(4)(C) was violated because:

The employer did not ensure that the working foremen understood and practiced their responsibilities under the safety and health program regarding the enforcement of the use of personal protective equipment when working near and at areas with energized parts. On November 7, 2007, there were two instances in which linemen took off their protective rubber gloves when working near and at areas with energized parts. One on the instances resulted in an accident in which two linemen received electric shocks and burns.

§12-60-2(b)(4)(C) states "The employer shall ensure that the supervisors and managers understand their responsibilities under the safety and health program and their importance to the safety and health of the workplace. In particular, the training for managers and supervisors shall enable them to: (i) Recognize potential hazards; (ii) Maintain safety and health protection in the work area; and (iii) Reinforce employee training on the nature of the potential hazards and required protective measures."

Abatement Note: Abatement documentation, such as written, videographic or photographic evidence of abatement is required.

Location: Establishment

Date By Which Violation Must be Abated:

07/16/2008

Penalty:

4,500.00

Department of Labor and Industrial Relations Hawaii Occupational Safety And Health Division Inspection Number: 310393749

Inspection Dates: 11/26/2007-04/21/2008

Issuance Date:

06/13/2008



Citation and Notification of Penalty

Company Name:

Hawaiian Electric Company Inc

Inspection Site:

Hawaii Kai Dr & Kawaihae St, Honolulu, HI 96825

Citation 1 Item 1b Type of Violation: Serious

29 CFR 1910.269(1)(2)(i) [Refer to chapter 12-105, HAR] was violated because:

On November 7, 2007, there were two instances in which linemen took off their protective rubber gloves when working near and at areas with energized parts. One on the instances resulted in an accident in which two linemen received electric shocks and burns.

29 CFR 1910.269(l)(2)(i) states "Minimum approach distances. The employer shall ensure that no employee approaches or takes any conductive object closer to exposed energized parts than set forth in Table R-6 through Table R-10, unless: (i) The employee is insulated from the energized part (insulating gloves or insulating gloves and sleeves worn in accordance with paragraph (l)(3) of this section are considered insulation of the employee only with regard to the energized part upon which work is being performed)."

Abatement Note: Abatement documentation, such as written, videographic or photographic evidence of abatement is required.

Location: Substation at Hawaii Kai Drive and Kawaihae Street

Date By Which Violation Must be Abated:

06/17/2008

DARWIN L.D. CHING

Director